

May 23, 1986

TO: File

FROM: Pamela Grubaugh-Littig *pl*

RE: Revised Bond Estimate, Small Fry Mine, ACT/037/022, San Juan County, Utah

A revised bond estimate was calculated for the Small Fry Mine (an error was made in the previous estimate outlined in the letter to W.K. Enterprises from LPB dated 3/27/86). The revised estimate is based upon an estimate made in August 14, 1979. The estimate should be based upon the amount of \$10,850. This amount should be escalated as follows:

1979			\$ 10,850
1980	Escalated @ 11.4%	-	12,086.9
1981	Escalated @ 9.9%	-	13,284
1982	Escalated @ 9.4%	-	14,532
1983	Escalated @ 1.04%	-	14,683
1984	Escalated @ 0.92%	-	14,818
1985	Escalated @ 2.9%	-	15,248
1986	Escalated @ 1.62%	-	15,495
1987	Escalated @ 1.62%	-	15,746

In lieu of this adjustment the \$19,990 is adequate and will be posted by the operator. An on-site inspection will result in a detailed bond estimate that will more accurately reflect the cost for reclamation presently.

PGL/djh
9075R-33